

MR. LYON, from the Committee on Banks and Banking, submitted the following report:

MR. SPEAKER:

Your Committee on Banks and Banking, to whom was referred house file No. 180, a bill for an act to protect depositors in banks and banking institutions, and to punish fraudulent banking, beg leave to report that they have had the same under consideration, and have instructed me to report the same back to the house with the recommendation that it do pass.

O. H. LYON, *Chairman*.

Ordered passed on file.

HOUSE FILE NO. 180.]

[BY LYON.

A BILL

FOR AN ACT TO PROTECT DEPOSITORS IN BANKS AND BANKING INSTITUTIONS,
AND TO PUNISH FRAUDULENT BANKING.

SECTION 1. *Be it enacted by the General Assembly of the State of Iowa,* That no bank,
2 banking-house, exchange, broker, deposit office, or firm, company, corporation, or party, engaged
3 in the banking, broker, exchange, or deposit business, shall accept or receive on deposit, with or
4 without interest, any moneys, bank bills, or notes, or United States treasury notes, or currency, or
5 other notes, bills, or drafts circulating as money or currency, when such bank, banking-house,
6 exchange, broker, or deposit office, firm, or party, is insolvent.

SEC. 2. If any such bank, banking-house, exchange, broker, or deposit office, firm, company,
2 corporation, or party, shall receive or accept on deposit any such deposits as aforesaid, when
3 insolvent; any officer, director, cashier, manager, member, party, or managing party thereof,
4 knowing of such insolvency, who shall knowingly receive or accept, be accessory, or permit, or
5 connive at the receiving or accepting on deposit therein, or thereby, any such deposits as aforesaid,
6 shall be guilty of a felony, and upon conviction shall be punished by imprisonment in the state
7 prison for a term not to exceed ten years, or by imprisonment in the county jail not to exceed one
8 year, or both fine and imprisonment, the fine not to exceed ten thousand dollars.

SEC. 3. This act, being deemed of immediate importance, shall take effect from and after its
2 publication in the *Iowa State Register* and the *Iowa State Leader*, newspapers published at Des
3 Moines, Iowa.